

BOB BURNS PROPOSED AMENDMENT NO. 2

0000158818

TIME/DATE PREPARED: December 16, 2014

COMPANY: Tucson Electric Power Company

AGENDA ITEM NO. 7

DOCKET NO. E-01933A-13-0183

OPEN MEETING DATES: December 18-19, 2014

In its application, TEP proposed two Combined Heat and Power ("CHP") projects at the University of Arizona and Pima County Jail. Staff determined that the program has a benefit-to-cost ratio of 6.66 but did not recommend approval of the program based on its belief that the Commission desires to preserve the status quo and approve no new programs. This amendment would not increase TEP's budget or DSM surcharge because TEP can use the budget flexibility provided in the Proposed Order to meet customer demand through the program. The Company is not paying incentives for the two projects, but is only seeking to recover delivery costs, and will count energy savings towards its EE requirement. This amendment would encourage TEP to prioritize this program because of its extremely high cost effectiveness ratio of 6.66.

At page 30, line 8, after "Rules." INSERT New Finding of Fact:

"However, we approve this program because of its high cost effectiveness, and because it would help to address the barriers to CHP deployment that were identified by experts in the Emerging Technology workshops, including the need for engineering and interconnection assistance. We also believe that TEP should prioritize funding for this program within the allotted budget because of its high cost effectiveness of 6.66, as determined by Staff."

At page 46, line 1, DELETE:

"not"

ORIGINAL

At page 46, line 1, after "approved" INSERT:

"and that Tucson Electric Power Company will prioritize funding for this program as necessary to meet customer demand."

Arizona Corporation Commission

DOCKETED

DEC 16 2014

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ARIZONA CORPORATION
COMMISSION
DOCKET CONTROL

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**** Make all conforming changes**

THIS AMENDMENT:			
_____ Passed _____	Passed as amended by _____		
_____ Failed _____	_____ Not Offered _____	_____ Withdrawn _____	